

**City of Clinton, Arkansas**

**Financial and Compliance Report**

**December 31, 2023 and 2022**

LEGISLATIVE JOINT AUDITING COMMITTEE

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CITY OF CLINTON, ARKANSAS  
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# Arkansas

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**Kevin William White, CPA, JD**  
Legislative Auditor

## LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

### Financial and Compliance Report

City of Clinton, Arkansas Officials and Council Members  
Legislative Joint Auditing Committee

A priority of Arkansas Legislative Audit is to assist local government officials by promoting sound financial management and accountability of government resources. The Legislative Auditor reports on the fiscal affairs of local governments, as well as compliance with relevant state laws and observance of good business practices to provide accountability for tax dollars expended to support government operations.

We have performed certain limited procedures with respect to cash basis financial information and compliance with certain state laws and accepted accounting practices for the City of Clinton, Arkansas, as of and for the years ended December 31, 2023 and 2022, and have issued our report thereon dated July 17, 2024. These procedures were not performed for the Water and Sewer Department. Management of the City is responsible for maintaining the financial records and complying with state laws and accepted accounting practices.

The commentary contained in this section relates to the following officials who held office during 2023 and 2022:

Mayor: Richard McCormac  
Recorder/Treasurer: Dena Malone  
Police Chief: Jay Murdock

We evaluated the City's compliance with certain state laws concerning general and district court accounting, budgeting, purchasing, and investing and depositing of public funds.

During our evaluation, nothing came to our attention that would warrant disclosure in this report.

This report is intended solely for the information and use of the Legislative Joint Auditing Committee, local government, state executive and oversight management, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in dark ink, appearing to read "Kevin White", with a stylized flourish at the end.

Kevin William White, CPA, JD  
Legislative Auditor

Little Rock, Arkansas  
July 17, 2024  
LOM203223

CITY OF CLINTON, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2023  
(UNAUDITED)

Schedule 1

	General Fund	Special Revenue Funds	Capital Projects Funds
Cash Balance, January 1, 2023	\$ 3,799,730	\$ 1,191,020	\$ 48,645
Receipts:			
State aid	43,530	376,879	
Federal aid		84,940	
Property taxes	124,229	64,253	
Franchise fees	182,603		
Sales taxes	2,141,378	749	
Fines, forfeitures, and costs	125,785	3,397	
Interest	111,911	7,486	62
Local permits and fees	8,614		
Advertising and promotion taxes		37,798	
Airport hanger rent		39,431	
Other	90,956	40,087	605
Transfers in		144,500	45,000
Total Receipts	<u>2,829,006</u>	<u>799,520</u>	<u>45,667</u>
Disbursements:			
General government	574,672	7,430	
Law enforcement	543,280	195,840	9,535
Highways and streets		268,687	
Public safety	164,776	42,207	20,000
Sanitation	52,866		
Recreation and culture	117,802	48,121	21,000
Social services	36,000		
Airport		241,376	
Advertising and promotion		38,909	
Transfers out	184,500	5,000	
Total Disbursements	<u>1,673,896</u>	<u>847,570</u>	<u>50,535</u>
Cash Balance, December 31, 2023	<u>\$ 4,954,840</u>	<u>\$ 1,142,970</u>	<u>\$ 43,777</u>

CITY OF CLINTON, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 (UNAUDITED)

Schedule 2

	Street	Criminal Justice	District Court Automation	District Court Cost	Fire Equipment and Training (Act 833)	Hotel Motel Tax	Justice Assistance Grant	Parks and Recreation
Cash Balance, January 1, 2023	\$ 739,151	\$ 16,843	\$ 567	\$ 39,547	\$ 41,558	\$ 63,799		\$ 10,298
Receipts:								
State aid	211,651				34,781			
Federal aid	34,610						\$ 3,000	
Property taxes	64,253							
Sales taxes								
Fines, forfeitures, and costs		1,294		2,103				
Interest	1,504	462	15	1,071		61	3	8
Advertising and promotion taxes						37,798		
Airport hanger rent								
Other					34			38,487
Transfers in	119,000							18,000
Total Receipts	<u>431,018</u>	<u>1,756</u>	<u>15</u>	<u>3,174</u>	<u>34,815</u>	<u>37,859</u>	<u>3,003</u>	<u>56,495</u>
Disbursements:								
General government								
Law enforcement							3,003	
Highways and streets	268,687							
Public safety					25,132			
Recreation and culture								48,121
Airport								
Advertising and promotion						38,909		
Transfers out	5,000							
Total Disbursements	<u>273,687</u>				<u>25,132</u>	<u>38,909</u>	<u>3,003</u>	<u>48,121</u>
Cash Balance, December 31, 2023	<u>\$ 896,482</u>	<u>\$ 18,599</u>	<u>\$ 582</u>	<u>\$ 42,721</u>	<u>\$ 51,241</u>	<u>\$ 62,749</u>	<u>\$ 0</u>	<u>\$ 18,672</u>

CITY OF CLINTON, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 (UNAUDITED)

Schedule 2

	<u>Airport Commission</u>	<u>American Rescue Plan Act</u>	<u>Total</u>
Cash Balance, January 1, 2023	\$ 66,269	\$ 212,988	\$ 1,191,020
Receipts:			
State aid	130,447		376,879
Federal aid	47,330		84,940
Property taxes			64,253
Sales taxes	749		749
Fines, forfeitures, and costs			3,397
Interest	8	4,354	7,486
Advertising and promotion taxes			37,798
Airport hanger rent	39,431		39,431
Other	1,566		40,087
Transfers in	7,500		144,500
Total Receipts	<u>227,031</u>	<u>4,354</u>	<u>799,520</u>
Disbursements:			
General government		7,430	7,430
Law enforcement		192,837	195,840
Highways and streets			268,687
Public safety		17,075	42,207
Recreation and culture			48,121
Airport	241,376		241,376
Advertising and promotion			38,909
Transfers out			5,000
Total Disbursements	<u>241,376</u>	<u>217,342</u>	<u>847,570</u>
Cash Balance, December 31, 2023	<u>\$ 51,924</u>	<u>\$ 0</u>	<u>\$ 1,142,970</u>

CITY OF CLINTON, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2023  
 (UNAUDITED)

Schedule 3

	Fire Truck	Police Special Equipment	Parks and Recreation Special Equipment	Street Special Equipment	Total
Cash Balance, January 1, 2023	\$ 20,822	\$ 2,823	\$ 20,000	\$ 5,000	\$ 48,645
Receipts:					
Interest	3		45	14	62
Other		605			605
Transfers in	20,000	7,000	13,000	5,000	45,000
Total Receipts	<u>20,003</u>	<u>7,605</u>	<u>13,045</u>	<u>5,014</u>	<u>45,667</u>
Disbursements:					
Law enforcement		9,535			9,535
Public safety	20,000				20,000
Recreation and culture			21,000		21,000
Total Disbursements	<u>20,000</u>	<u>9,535</u>	<u>21,000</u>		<u>50,535</u>
Cash Balance, December 31, 2023	<u>\$ 20,825</u>	<u>\$ 893</u>	<u>\$ 12,045</u>	<u>\$ 10,014</u>	<u>\$ 43,777</u>

CITY OF CLINTON, ARKANSAS  
SCHEDULE OF FINANCIAL INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(UNAUDITED)

Schedule 4

	General Fund	Special Revenue Funds	Capital Projects Funds
Cash Balance, January 1, 2022	\$ 2,857,520	\$ 1,219,751	\$ 57,082
Receipts:			
State aid	82,490	396,626	15,000
Federal aid	2,293	451,131	
Property taxes	122,451	63,337	
Franchise fees	204,016		
Sales taxes	1,875,009	119,965	
Fines, forfeitures, and costs	146,659	3,398	
Interest	22,176	4,409	1
Local permits and fees	6,279		
Advertising and promotion taxes		41,857	
Airport hanger rent		44,610	
Other	30,258	38,051	
Transfers in		127,000	33,500
Total Receipts	<u>2,491,631</u>	<u>1,290,384</u>	<u>48,501</u>
Disbursements:			
General government	498,009		
Law enforcement	472,952	282,013	6,884
Highways and streets		581,668	
Public safety	183,299	72,276	50,019
Sanitation	54,443		
Recreation and culture	149,218	32,925	
Social services	36,000		
Airport		322,796	
Advertising and promotion		22,437	
Contributions to water and sewer department			35
Transfers out	155,500	5,000	
Total Disbursements	<u>1,549,421</u>	<u>1,319,115</u>	<u>56,938</u>
Cash Balance, December 31, 2022	<u>\$ 3,799,730</u>	<u>\$ 1,191,020</u>	<u>\$ 48,645</u>



CITY OF CLINTON, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 5

	Street	Criminal Justice	District Court Automation	District Court Cost	Fire Equipment and Training (Act 833)	Hotel Motel Tax	Parks and Recreation	Airport Commission	American Rescue Plan Act	Total
Cash Balance, January 1, 2022	\$ 789,214	\$ 15,438	\$ 563	\$ 37,180	\$ 51,980	\$ 44,332	\$ 4,979	\$ 14,573	\$ 261,492	\$ 1,219,751
Receipts:										
State aid	216,619				31,623			148,384		396,626
Federal aid	16,311							173,773	261,047	451,131
Property taxes	63,337									63,337
Sales taxes	119,000							965		119,965
Fines, forfeitures, and costs		1,294		2,104						3,398
Interest	1,338	111	4	263		47	7	6	2,633	4,409
Advertising and promotion taxes						41,857				41,857
Airport hanger rent								44,610		44,610
Other					60		36,237	1,754		38,051
Transfers in	120,000						2,000	5,000		127,000
Total Receipts	<u>536,605</u>	<u>1,405</u>	<u>4</u>	<u>2,367</u>	<u>31,683</u>	<u>41,904</u>	<u>38,244</u>	<u>374,492</u>	<u>263,680</u>	<u>1,290,384</u>
Disbursements:										
Law enforcement									282,013	282,013
Highways and streets	581,668									581,668
Public safety					42,105				30,171	72,276
Recreation and culture							32,925			32,925
Airport								322,796		322,796
Advertising and promotion						22,437				22,437
Transfers out	5,000									5,000
Total Disbursements	<u>586,668</u>				<u>42,105</u>	<u>22,437</u>	<u>32,925</u>	<u>322,796</u>	<u>312,184</u>	<u>1,319,115</u>
Cash Balance, December 31, 2022	<u>\$ 739,151</u>	<u>\$ 16,843</u>	<u>\$ 567</u>	<u>\$ 39,547</u>	<u>\$ 41,558</u>	<u>\$ 63,799</u>	<u>\$ 10,298</u>	<u>\$ 66,269</u>	<u>\$ 212,988</u>	<u>\$ 1,191,020</u>

CITY OF CLINTON, ARKANSAS  
 COMBINING SCHEDULE OF FINANCIAL INFORMATION - CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2022  
 (UNAUDITED)

Schedule 6

	<u>Fire Truck</u>	<u>Police Special Equipment</u>	<u>Expansion Sewer</u>	<u>Parks and Recreation Special Equipment</u>	<u>Street Special Equipment</u>	<u>Total</u>
Cash Balance, January 1, 2022	\$ 50,840	\$ 6,207	\$ 35			\$ 57,082
Receipts:						
State aid				\$ 15,000		15,000
Interest	1					1
Transfers in	20,000	3,500		5,000	\$ 5,000	33,500
Total Receipts	<u>20,001</u>	<u>3,500</u>		<u>20,000</u>	<u>5,000</u>	<u>48,501</u>
Disbursements:						
Law enforcement		6,884				6,884
Public safety	50,019					50,019
Contributions to water and sewer department			35			35
Total Disbursements	<u>50,019</u>	<u>6,884</u>	<u>35</u>			<u>56,938</u>
Cash Balance, December 31, 2022	<u>\$ 20,822</u>	<u>\$ 2,823</u>	<u>\$ 0</u>	<u>\$ 20,000</u>	<u>\$ 5,000</u>	<u>\$ 48,645</u>

CITY OF CLINTON, ARKANSAS  
 OTHER INFORMATION  
 FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022  
 (UNAUDITED)

Schedule 7

1. Cash balances on the Financial Schedules include demand accounts and certificates of deposit.
  
2. The General Fund column on the Financial Schedules includes the following bank accounts:  
 General Fund and Fire Department Special.
  
3. The Municipality's capital assets records are summarized below:

	December 31, 2023	December 31, 2022
Land	\$ 3,477,013	\$ 3,106,524
Equipment	3,581,975	3,482,908
Totals	\$ 7,058,988	\$ 6,589,432

4. The City received federal funding in the following amount related to COVID-19 relief:

	December 31, 2022
American Rescue Plan Act (ARPA)	\$ 261,047